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FISCAL IMPACT STATEMENT

LS 6503

BILL NUMBER: HB 1200

NOTE PREPARED: Feb 21, 2012

BILL AMENDED: Feb 16, 2012

SUBJECT: Indiana University and Ball State Boards.

FIRST AUTHOR: Rep. Foley

FIRST SPONSOR: Sen. Bray

BILL STATUS: 2nd Reading - 2nd House

FUNDS AFFECTED: X **GENERAL**
DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: (Amended) *Research University:* This bill adds definition of a research-intensive campus.

Trustee Boards: The bill removes the requirement that all of the members of the board of trustees of Ball State University must be residents of Indiana and that at least one member be a resident of Delaware County. It modifies the manner in which alumni members of the Indiana University board of trustees are elected. The bill also allows the board of trustees of Indiana University to hold meetings at the dates, times, and places the board of trustees agrees upon. It repeals a provision concerning emergency appointments to the board of trustees of Indiana University.

Age Limits: The bill provides that the board of trustees of a state educational institution may not impose or allow any mandatory or presumptive age limits in the hiring, the retention in a position, or continuation of employment of any officers, faculty, or counsel of the institution. It excludes a: (1) member of a fire department established by; or (2) police officer appointed by; the board of trustees of a state educational institution.

The bill makes technical corrections to the definition of a research university.

Effective Date: (Amended) Upon passage; January 1, 2012 (retroactive); July 1, 2012.

Explanation of State Expenditures: *Research University:* The addition of the definition of research-intensive campus should have no fiscal impact.

Trustee Boards: The changes specified in the bill concerning Indiana University and Ball State University boards of trustees could potentially reduce costs by a minimal amount.

(Revised) *Age Limits:* The fiscal impact is probably minor, since the bill would probably affect few individuals. Under current law, if the state educational institution was replacing an employee due to age limits, they might or might not replace someone at a lower salary and the pension costs could also be more or less.

If there are additional expenses due to the retaining of a person over the mandatory age, the expense would be funded from the current revenue stream.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: State educational institutions.

Local Agencies Affected:

Information Sources:

Fiscal Analyst: Chuck Mayfield, 317-232-4825.